#### For information

#### Subcommittee on

### Dutiable Commodities (Liquor) (Amendment) Regulation 2015 and Dutiable Commodities (Liquor Licences) (Fees) (Amendment) Regulation 2015

## **Responses to Issues Raised by Members on 26 February 2015**

# PURPOSE

This paper provides the supplementary information sought by Members at the Subcommittee meeting held on 26 February 2015.

# SUPPLEMENTARY INFORMATION

- (a) Substantiated complaints against liquor-licensed premises in each district in the past three years, broken down by (i) enforcement action taken; (ii) verbal warning made; and (iii) written warning made
- 2. The relevant information is provided at <u>Annex A</u>.
- (b) In relation to the liquor-licensed premises with record of substantiated complaints, the number of licence renewal applications being (i) refused; (ii) approved with a full term licence period (at present one year); and (iii) approved with a licence period shorter than a full term and/or with additional licensing conditions respectively in the past three years
- 3. The relevant information is provided at <u>Annex B</u>.

# (c) Guidelines and/or procedures that the Liquor Licensing Board had been following with a view that the grant of the licence would not be contrary to public interest

4. In the interest of enhancing transparency, the Liquor Licensing Board (LLB) published in December 2013 a set of guidelines titled "Guidelines on Assessing Liquor Licence Applications", capturing the factors that are taken into account when assessing liquor licence applications. Paragraphs 6 and 7 of the Guidelines<sup>1</sup> have set out the considerations that LLB would take into account in deciding whether an application passes the "public interest" test.

5. A set of the Guidelines is available on LLB's website. A copy is also attached to Annex C to the Legislative Council Brief (File Ref.: FH CR 2/3231/13).

### SUMMING UP

6. Members are invited to note the content of this paper.

Food and Health Bureau Food and Environmental Hygiene Department March 2015

<sup>&</sup>lt;sup>1</sup> The LLB is bound by the statutory requirements to consider liquor licence applications with prudence. It is a well-established practice on the part of the LLB to seek to strike a balance between the interests of all parties and refrain from considering the applications in a mechanical manner. Due to the special nature of liquor-licensed premises, in approving an application, the LLB may impose additional licensing conditions on top of the standard ones for compliance by the licensee, striking a balance between protecting the commercial interest of the operators on the one hand, and helping to preserve tranquility and public order in the local community on the other hand. Paragraph 6 of the Guidelines sets out examples of additional licensing conditions. They include conditions stipulating that liquor shall only be sold within specified hours, the doors and windows of the premises shall be kept closed within specified hours, etc..

It is also stipulated in the Guidelines that when examining applications, it is incumbent upon the LLB to take all relevant circumstances into account in seeking to strike a balance between the interests of the applicants and those of the neighbours who may be affected. Paragraph 7 of the Guidelines sets out some examples of these considerations, such as objections and the grounds underlying such objections raised by the persons affected and the departments concerned. It is clearly stated in the Guidelines that, where the premises are in close proximity to residential buildings or located in a mixed commercial/residential building, such premises would be less likely to be suitable for use as liquor-licensed premises since the operations are more prone to cause nuisance or disturbance affecting the daily lives of nearby residents, including noise nuisance and environmental hygiene problems to the neighbourhood.

# The number of substantiated complaints against liquor-licensed premises in each district in 2012, 2013 and 2014 broken down by (i) enforcement action taken; (ii) verbal warning made; and (iii) written warning made

Year	2012							2013			2014						
District	(a) No. of Substantiated Complaint	(b) No. of liquor-licensed premises with records of substantiated complaint	(c) Prosecution	(d) Verbal Warning	(e) Written Warning	(a)	(b)	(c)	( <b>d</b> )	(e)	(a)	(b)	(c)	( <b>d</b> )	(e)		
Central/Western	39	25	17	22	0	45	25	23	22	5	65	38	49	29	12		
Eastern	37	29	7	30	0	13	9	11	2	0	18	15	6	16	4		
Southern	0	0	0	0	0	12	5	11	1	0	49	31	2	49	0		
Wan Chai	26	11	12	15	1	26	15	18	5	3	55	23	29	15	11		
Islands	14	8	14	0	0	16	10	14	2	0	5	5	5	0	0		
Yau Tsim	215	90	119	97	1	234	77	154	54	28	213	75	56	138	21		
Mong Kok	63	31	25	34	4	67	27	48	20	0	67	48	16	52	1		
Sham Shui Po	15	10	7	8	0	29	12	13	16	0	80	48	26	54	1		
Kowloon City	30	23	4	26	0	27	16	20	7	0	63	37	9	53	1		
Wong Tai Sin	27	8	13	14	0	37	7	32	6	0	26	12	10	17	1		
Kwun Tong	21	15	9	12	0	3	3	3	0	0	17	8	6	11	0		
Tsuen Wan	56	13	48	8	0	39	13	28	11	0	28	9	3	23	2		
Kwai Tsing	27	8	16	11	0	12	3	6	6	0	28	14	6	23	0		
North	10	6	8	2	0	40	4	30	10	0	69	15	33	36	0		
Tai Po	15	8	9	6	0	164	37	97	66	4	154	51	54	100	1		
Sai Kung	114	28	17	97	0	19	15	14	5	0	65	31	24	42	11		
Sha Tin	39	5	38	1	0	238	17	236	1	1	53	14	41	11	1		
Tuen Mun	19	6	16	2	1	20	8	5	12	3	30	17	6	16	9		
Yuen Long	42	14	24	20	14	131	24	102	28	1	53	20	20	33	1		
Total	809	338	403	405	21	1 172	327	865	274	45	1 138	511	401	718	77		

Note: A liquor-licensed premises may register more than one substantiated complaint in a year.

In relation to the liquor-licensed premises with record of substantiated complaints, the number of licence renewal applications being refused, approved with a full term licence period (at present one year), and approved with a licence period shorter than a full term, and/or with additional licensing conditions respectively in 2012, 2013 and 2014

Year				201	3			2014											
District	No. of Renewal Application							No.	of Ren	ewal A	pplica	oplication		No. of Renewal Application					
	(a) No. of liquor-licensed premises with records of substantiated complaint seeking licence renewal	(b) Refused	(c) Approved with a full term licence		(d) Approved with a shorter-than- full-term licence		(a)	(b)	(c)		(d)		(a)	(b)	(c)		( <b>d</b> )		
			(i) With additional licensing conditions	(ii) Without additional licensing conditions	(i)	(ii)			(i)	(ii)	(i)	(ii)			(i)	(ii)	(i)	(ii)	
Central/ Western	21	0	9	7	5	0	21*	1	9	4	10	0	35*	3	15	8	12	0	
Eastern	21	0	0	21	0	0	6	0	0	6	0	0	11	0	3	8	0	0	
Southern	0	0	0	0	0	0	4	0	3	0	1	0	26	0	8	18	0	0	
Wan Chai	11*	0	8	1	4	0	13*	1	9	2	2	0	15*	0	8	1	9	0	
Islands	8	0	0	8	0	0	8	0	0	8	0	0	5	0	0	5	0	0	
Yau Tsim	76*	0	19	55	3	0	66*	1	34	24	10	1	62*	3	24	27	12	1	
Mong Kok	28*	0	4	20	4	1	25	0	12	10	3	0	42*	1	11	24	7	0	
Sham Shui Po	9	0	0	9	0	0	7	0	0	5	2	0	39	0	8	28	3	0	
Kowloon City	17	0	3	14	0	0	13*	0	1	9	3	1	31	0	4	27	0	0	
Wong Tai Sin	6	0	1	3	2	0	5	0	1	4	0	0	10*	0	2	7	2	0	
Kwun Tong	14	0	0	13	1	0	3	0	0	3	0	0	8	0	0	6	2	0	
Tsuen Wan	10	0	1	9	0	0	7	0	2	4	1	0	7*	0	2	3	3	0	
Kwai Tsing	7	0	0	7	0	0	2	0	1	1	0	0	14*	0	1	11	2	1	
North	6	0	1	3	2	0	4*	0	1	1	4	0	10*	0	5	5	1	0	
Tai Po	4	0	0	4	0	0	26*	0	7	18	3	1	44*	0	10	22	13	3	
Sai Kung	27	0	11	14	2	0	13*	0	5	5	5	0	28*	0	12	14	3	0	
Sha Tin	4	0	0	4	0	0	14	0	1	10	1	2	12	1	0	10	1	0	
Tuen Mun	4	0	1	3	0	0	5*	0	1	0	7	0	15*	0	4	8	6	0	
Yuen Long	8	0	0	3	4	1	18*	2	6	6	5	0	14*	0	4	4	8	0	
Total	<b>281</b> <sup>#</sup>	0	58	198	27	2	<b>260<sup>#</sup></b>	5	93	120	57	5	<b>428</b> <sup>#</sup>	8	121	236	84	5	

\* In those cases where a liquor-licensed premises is issued with a shorter-than-full-term licence, there may be more than one renewal application in the subject year.

The number of liquor-licensed premises with records of substantiated complaint seeking licence renewal is smaller than that of liquor-licensed premises with records of substantiated complaint recorded (see # column (b) of Annex A) in the same year. This is so because not all premises with records of substantiated complaint seek licence renewal in the year, including some which may have ceased business after their licences expire.